# DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES Amendment to Chapter 3-122

# Interim Hawaii Administrative Rules

October 30, 2014

#### SUMMARY

1. §3-122-66 is repealed

# HAWAII ADMINISTRATIVE RULES

#### TITLE 3

## DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES

#### SUBTITLE 11

## PROCUREMENT POLICY BOARD

## CHAPTER 122

## SOURCE SELECTION AND CONTRACT FORMATION

# Subchapter 7 Procurement of Professional Services

| §3-122-62     | Repealed                               |
|---------------|--|
| §3-122-63     | General provisions                     |
| §§3-122-64 to | 3-122-65 Repealed .                    |
| §3-122-66     | [Waiver to requirement for procurement |
|               | of professional services] "Repealed"   |
| §3-122-67     | Small purchases of professional        |
|               | services                               |
| §3-122-68     | Repealed                               |
| §3-122-69     | Review and selection committees        |
| §3-122-70     | Debriefing                             |
| §§3-122-71 to | 3-122-72 (Reserved)                    |

- 1. Section 3-122-66, Hawaii Administrative Rules, is repealed.
- ["§3-122-66 <u>Waiver to requirement for procurement of professional services.</u> (a) If the names of less than three qualified persons are submitted pursuant to section 103D-304(g), HRS, the head of the purchasing agency may determine that:
- (1) Negotiations under section 103D-304(h), HRS, may be conducted provided that:
- (A) The prices submitted are fair and reasonable; and
- (B) Other prospective offerors had reasonable opportunity to respond; or there is not adequate time to resolicit through public notice statements of qualifications and expressions of interest;
- (2) The offers may be rejected pursuant to subchapter 11 and new statements of qualifications and expressions of interest may be solicited if the conditions in paragraph (1)(A) and (B) are not met;
- (3) The proposed procurement may be cancelled; or
- (4) An alternative procurement method may be conducted to include but not be limited to direct negotiations with other potential offerors if the head of the purchasing agency determines in writing that the need for the service continues, but that either the price of the offers received are not fair and reasonable or that the qualifications of the offerors are not adequate to meet the procurement needs, and there is no time for resolicitation, or resolicitation would likely be futile.
- (b) If no names are submitted pursuant to section 103D-304(g), HRS, the head of the purchasing agency may determine that for a given request it is neither practicable nor advantageous for the State to procure a service by again soliciting statements of qualifications and expressions of interest.
- (1) When making this determination, consideration shall be given to the competition in the marketplace and whether the additional potential cost of preparing, soliciting, and evaluating responses is

expected to exceed the benefits normally associated with the solicitations; and

- (2) In the event of this determination, a more cost effective procurement method may be selected, to include but not be limited to direct negotiations.
- (c) Documentation of the alternative procurement method selected shall:
- (1) State the reasons for selection and length of contract period;
- (2) Receive written approval of the chief procurement officer or a designee; and
- (3) Be made a part of the contract file upon award by the procurement officer." [Eff 12/15/95; am and comp 11/17/97; am and comp 6/19/99; am and comp 6/9/01; am and comp 11/15/01; am and comp 11/08/02; [R ]
- 2. Material, except source notes, to be repealed is bracketed.
- 3. These amendments to chapter 3-120, Hawaii Administrative Rules, shall take effect ten days after filing with the Office of the Lieutenant Governor.

#### DEPARTMENT OF ACOUNTING AND GENERAL SERVICES

I certify that the foregoing are copies of the rules, drafted in the Ramseyer format pursuant to the requirements of section 91-4.1, Hawaii Revised Statutes, which were adopted on September 29, 2014 by the Procurement Policy Board, and filed with the office of the Lieutenant Governor.

GREGORY LEE KING

Chairperson

Procurement Policy Board

DEAN H. SEKI

State Comptroller

OCT 30 2014

Dated:

Filed

APPROYED AS TO FORM:

Deputy Attorney General